

SEPTEMBER 2, 1980

THE DIRECTOR OF THE DIVISION OF STATE LANDS TOOK FORMAL ACTION ON SEPTEMBER 2, 1980, AT 10:00 A.M. IN THE STATE LAND OFFICE, ROOM 411, EMPIRE BUILDING, 231 EAST 400 SOUTH, SALT LAKE CITY, UTAH 84111, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

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OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED *gB*

Upon recommendation of Mr. Blake, the Director approved the Oil, Gas and Hydrocarbon lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Mineral Lease Appl. No. 38449 Thomas Boyd P.O. Box 3144 Casper, WY 82602	<u>T10S, R7E, SLM.</u> Section 20: NE $\frac{1}{4}$ NE $\frac{1}{4}$	Utah 40.00
Mineral Lease Appl. No. 38478 Dorothy Jones P.O. Box 753 Salt Lake City, UT 84110	<u>T7N, R3E, SLM.</u> Section 1: Lots 1,2,3,4, SE $\frac{1}{4}$ NE $\frac{1}{4}$ , SW $\frac{1}{4}$ NW $\frac{1}{4}$ , Section 22: SW $\frac{1}{4}$ SW $\frac{1}{4}$	Weber 282.80 acres
Mineral Lease Appl. No. 38516 Helen Adkins P.O. Box 83 Coalville, UT 84017	<u>T17S, R10E, SLM.</u> Section 1: SE $\frac{1}{4}$	Emery 160.00 acres

OIL, GAS, & HYDROCARBON LEASE APPLICATION - REJECTED *gB*

Upon recommendation of Mr. Blake, the Director rejected the Oil, Gas, and Hydrocarbon lease application listed below and ordered a refund of the advance rental to the applicant. The filing fee is forfeited to the State of Utah.

Mineral Lease Appl. No. 38477 Dorothy Jones P.O. Box 753 Salt Lake City, UT 84110 REFUND: \$40.00	<u>T9N, R6E, SLM.</u> Section 19: Tract 46 Section 30: Tract 46 NOT STATE LAND (Lands sold under C-7506)	Rich 40.00 acres
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METALLIFEROUS MINERALS LEASE APPLICATIONS - APPROVED *gB*

Upon recommendation of Mr. Blake, the Director approved the Metalliferous Minerals lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Mineral Lease Appl. No. 38479 Phillips Uranium Corporation P.O. Box 26236 Albuquerque, NM 87125	<u>T29S, R7W, SLM.</u> Section 15: Commencing at the NE cor of Sec. 15 and running th W 160 rods; th S 40 rods; th E 160 rods; th N 40 rods to the pob	Beaver 40.00 acres
Mineral Lease Appl. No. 38480 Jerome B. Guinand 9018 South Kings Hill Place Sandy, UT 84070	<u>T10S, R6W, SLM.</u> Section 33: SE $\frac{1}{4}$ SE $\frac{1}{4}$ Section 34: S $\frac{1}{2}$ SW $\frac{1}{4}$ Section 36: All	Tooele 760.00 acres
Mineral Lease Appl. No. 38481 Spent M. Hansen 130 Elm Avenue Rexburg, ID 83440	<u>T9S, R2W, SLM.</u> Section 2: All	Utah

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CORRECTION OF DIRECTOR'S MINUTES -- JULY 21, 1980, MLA 38442 - COAL *JB*

On July 21, 1980, MLA 38442 coal lease was approved with an acreage of 2320.00 acres. The correct acreage on this lease is 2313.27 acres and I recommend that the minutes be amended accordingly. Upon recommendation the applicant, Ceron Oil Company, was refunded \$6.00 overpaid in advance rentals.

ML 38165 - METALLIFEROUS MINERAL LEASE *JB*

Lester Lester Romero, applicant of the above numbered lease, requests that the lease description be changed as follows:

Delete	Add
T15S, R21E, SLM	T15S, R21E, SLM
Section 36: N $\frac{1}{2}$ SW $\frac{1}{4}$	Section 36: S $\frac{1}{2}$ SE $\frac{1}{4}$
40.00 acres	39.87 acres

Upon recommendation of Mr. Blake, the Director approved that the lease be changed accordingly. The description should then read as follows:

T15S, R21E, SLM	
Section 36: S $\frac{1}{2}$ S $\frac{1}{2}$	159.87 acres

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STATEWIDE OIL AND GAS DRILLING BOND, SOUTHLAND ROYALTY COMPANY *JB*

Southland Royalty Company has submitted a statewide oil and gas drilling bond to cover their operations on state lands. This bond is in the amount of \$25,000. The surety is United States Fidelity and Guaranty Company, bond number 18-0130-10470-80.

This bond is in order and upon recommendation of Mr. Prince, the Director approved that it be accepted to cover the operations of Southland Royalty Company on state lands.

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APPROVAL OF THE CHERRY CANYON UNIT *JB*

This office has received evidence that the Cherry Canyon Unit was approved by the United States Geological Survey on July 25, 1980.

Upon recommendation of Mr. Bonner, the Director approved the recommendation that the following leases be noted to show that the United States Geological Survey approved this unit effective July 25, 1980

ML 19895	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 21054	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 21219	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 21222	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 21913	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 21913-A	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 21915	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 21917	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 21918	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent

APPROVAL OF THE CHERRY CANYON UNIT-CONTINUED *EB*

ML 21921	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 26784	Mono Power Company--37½ percent
	Pacific Transmission Supply Company--37½ percent
	Raymond Chorney--25 percent
ML 27405	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 27428	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 27428-A	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 27429	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent
ML 27634	Texoma Production Company - 50 percent
	Nicor Exploration Company - 50 percent

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RIGHT OF WAY APPLICATION NO. 1965 *fw*

Northwest Pipeline Corporation, P.O. Box 1526, Salt Lake City, UT 84110, has requested rights of way for a gas gathering system and above ground block valve across the following State Sections in Grand County:

T19S, R22E, SLM.

Section 2:  $N\frac{1}{2}SW\frac{1}{4}$ ,  $SE\frac{1}{4}SW\frac{1}{4}$ ,  $SW\frac{1}{4}SW\frac{1}{4}$

T19S, R23E, SLM.

Section 36:  $N\frac{1}{2}SW\frac{1}{4}$ ,  $W\frac{1}{2}SE\frac{1}{4}$ ,  $SE\frac{1}{4}SE\frac{1}{4}$

T20S, R22E, SLM.

Section 32:  $NE\frac{1}{4}NE\frac{1}{4}$

T20S, R23E, SLM.

Section 16:  $SE\frac{1}{4}SW\frac{1}{4}$ ,  $W\frac{1}{2}SE\frac{1}{4}$ ,  $NE\frac{1}{4}SE\frac{1}{4}$ ,  $SE\frac{1}{4}NE\frac{1}{4}$

Section 32:  $E\frac{1}{2}E\frac{1}{2}$

T21S, R22E, SLM.

Section 2:  $S\frac{1}{2}N\frac{1}{2}$

This is an existing pipeline which was acquired from the Grand Gas Corporation who did not obtain rights of way for the pipeline. The charge for the right of way will be \$5.00 per rod for a total of \$8,195.00 plus a \$20.00 application fee for a total of \$8,215.00. A \$10.00 fee will be assessed every third year beginning January 1, 1984. School Fund.

Upon recommendation of Mr. Wilcox, the Director approved the above Right of Way.

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GRAZING LEASE ASSIGNMENTS *LB*

GL 16576-LA 19013	George W. Graham has submitted assignments of these
GL 16789-LA 19230	captioned Grazing Leases to the Utah Power and Light
GL 19704	Company, P. O. Box 899, 1407 West North Temple, Salt
GL 20945	Lake City, Utah 84110.
GL 21106	
GL 21237	

AG Resources Company of Amarillo, Texas and the Federal Land Bank of Wichita Falls, Texas have released their Collateral Assignments on these Grazing Leases.

Upon recommendation of Mr. Brown the Director approved the above assignments.

RANGE IMPROVEMENT PROJECT - ROWLAND YARDLEY GL 16728--LA 19167 *PSH*

Mr. Yardley has submitted an application to drill a horizontal well and install a pipeline on State land in:

Township 31 South, Range 8 West, SLB&M  
Section 16: Iron County

Mr. Yardley has filed for water rights in the States name. The well will be used to supply livestock water. The estimated cost of the project is \$3,300.00 and is to be completed at no expense to the Division of State Lands. The project has been approved by the ECC.

Upon recommendation of Mr. Sandlund, the Director approved the above range improvement project.

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RIGHT OF WAY APPLICATION *MMW*

R/W #1980 Mapco, Inc., 1800 South Baltimore Avenue, Tulsa, Oklahoma 74119 has submitted an application for a right of way for the purpose of constructing a buried pipeline, approximately 14" to 28" in diameter, to transport liquid hydrocarbons across State lands in Daggett, Uintah, Grand, and San Juan Counties, Utah to-wit:

(Refer to attached list).

The initial payment is \$73,362.00, plus a \$20.00 application fee, totaling \$73,382.00, and a \$10.00 payment every three years beginning January 1, 1982. This covers 252.62396 acres, 13,338.545 rods long. Funds: \$179.30 Reservoirs, \$1,318.35 State Youth Development, \$71,864.35 School.

Upon recommendation of Mr. Wall, the Director approved the above right of way application.

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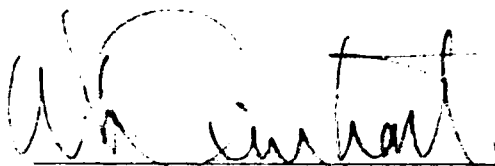
INTEREST RATES

CURRENT WEEK

YEAR AGO

Prime Rate	11.50%	11.50%
Federal Funds	8.68%	7.40%
Discount Rate	10.00%	9.50%

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WILLIAM K. DINEHART, DIRECTOR  
DIVISION OF STATE LANDS

  
BECKY PRITCHETT, SECRETARY

ARCHIVES APPROVAL NO. 7900209